

Message Text

LIMITED OFFICIAL USE

PAGE 01 MADRID 02493 021729Z

ACTION EB-08

INFO OCT-01 EUR-12 ISO-00 CAB-02 CIAE-00 COME-00
DODE-00 DOTE-00 INR-07 NSAE-00 FAA-00 IO-13 OIC-02
AF-08 ARA-06 EA-07 NEA-10 L-03 SS-15 SP-02 /096 W
-----021731Z 037190 /43

R 011711Z APR 77

FM AMEMBASSY MADRID

TO SECSTATE WASHDC 0000

INFO AMCONSUL MONTREAL

LIMITED OFFICIAL USE MADRID 2493

MONTREAL FOR US REP ICAO

EV.O. 11652: N/A

TAGS: EAIR, ICAO, SP

SUBJECT: ICAO SPECIAL AIR TRANSPORT CONFERENCE, MONTREAL, APRIL 13-25

,

1977

REF: STATE 68717

1. EMBOFF INFORMED THAT GOS TENTATIVELY PLANNING FOLLOWING REPRESENTATION AT ICAO CONFERENCE: GENERAL ARTURO MONTEL, SUBSECRETARY FOR CIVIL AVIATION, MINISTRY OF AIR (PLANS TO HEAD DELEGATION FROM APRIL 13 TO ABOUT APRIL 16); BRIGADIER GENERAL DIEGO YNIGUEZ, DIRECTOR GENERAL OF AIR TRANSPORT (PLANS REPLACE MONTEL AS DELEGATION CHIEF ABOUT APRIL 16); FRANCISCO FERNANDEZ FABREGAS, MINISTRY OF FOREIGN AFFAIRS; COLONEL MANUEL GARCIA BENITO, COMMERCIAL AVIATION SECTION; ONE OR TWO OTHERS FROM MINISTRY OF AIR PLUS ADVISORS FROM IBERIA. PLANS FOR ATTENDANCE BY MONTEL AND YNIGUEZ ESPECIALLY SUBJECT TO CHANGE DUE TO CLOSE INVOLVEMENT WITH INVESTIGATION OF TENERIFE KLM/PANAM ACCIDENT.

2. EMBOFF MARCH 31 DISCUSSED US STATEMENT WITH FERNANDEZ FABREGAS,
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MADRID 02493 021729Z

MFA. ACCORDING TO FERNANDEZ GOS AGREES FULLY WITH US POSITION THAT ALL FOUR AGENDA ITEMS MUST BE CONSIDERED TOGETHER. GENERAL POSITION OF GOS ON QUESTIONS OF CAPACITY/FARES WELL KNOWN TO USG, AS MOST RECENTLY EXPLAINED DURING MEETINGS IN WASHINGTON WEEK OF MARCH 14-18. FERNANDEZ SAID GOS WAS ESPECIALLY CONCERNED WITH LARGE LOSSES SUFFERED BY IBERIA ON US-SPAIN ROUTE DURING PAST YEARS. FIGURES HE PROVIDED WERE \$10 MILLION (1975) AND \$6 MILLION (1976).

AT SAME TIME FERNANDEZ CLAIMS THAT TWA, WITH TWICE NUMBER OF FLIGHTS, MADE MONEY ON THEIR ROUTE. SPANISH ATTRIBUTE THIS DIFFERENCE ENTIRELY TO TWA'S FIFTH FREEDOM RIGHTS UNDER 1973 BILATERAL AGREEMENT.

3. FERNANDEZ FABREGAS SAID THAT GOS VIEWED THEIR PROPOSAL FOR SPECIAL BULK FARES USING ABOUT 30 PERCENT OF CAPACITY OF IBERIA FLIGHTS, AS TYPE OF RECIPROCITY FOR IMBALANCE IN BENEFITS DERIVED BY US AIRLINES UNDER FIFTH-FREEDOM RIGHTS. UNLESS SOME MEASURES ARE TAKEN TO REDUCE LARGE IBERIA LOSSES, FERNANDEZ SAID THAT "VERY PROBABLY" GOS WILL BE FORCED TO RECONSIDER 1973 AGREEMENT. PRESSURE FROM SPANISH TAX-PAYERS "ESPECIALLY WITH INTRODUCTION OF DEMOCRACY" WILL INCREASE AGAINST FURTHER SUPPORT OF UNPROFITABLE ROUTE. EMBOFF ASKED IF ANY FIRM PLANS WERE BEING CONSIDERED TO REQUEST TERMINATION UNDER ARTICLE 15 OF AGREEMENT AND WAS TOLD THAT STATEMENT OF RECONSIDERATION WAS MORE A PERSONAL VIEW AT THIS POINT.

4. IN ADDITION TO ABOVE POINTS FERNANDEZ REFERRED TO FACT THAT SPANISH AIRLINES USE ALMOST EXCLUSIVELY US MANUFACTURED AIRCRAFT. HE SUGGESTED THAT USG SHOULD BE AWARE OF POTENTIAL LOSS OF FUTURE SALES TO SPANISH AIRLINES IF THEY FORCED TO REDUCE ACTIVITY. EMBOFF EXPLAINED THAT CAB CONCERNED WITH MORE LIMITED PROBLEM OF AIR TRAFFIC, BUT THAT HE SURE OVERALL IMPLICATIONS BEING CONSIDERED.

5. COPY OF US STATEMENT WAS DELIVERED BY EMBOFF APRIL 1 TO GENERAL YNIGUEZ. YNIGUEZ WAS ENTIRELY OCCUPIED WITH MATTERS RELATING TO KLM/PANAM ACCIDENT AND COULD NOT DISCUSS MATTER. HOWEVER EMBOFF'S HOPE TO MEET WITH YNIGUEZ AND PERHAPS OTHER SPANISH DELEGATES BEFORE APRIL 11 DEPARTURE TO SOLICIT THEIR LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 MADRID 02493 021729Z

VIEWS ON US STATEMENT AND ANY SPECIAL PROBLEMS AIR MINISTRY FORESEES. EATON

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: MEETING AGENDA, POLICIES, CIVIL AVIATION, MEETING DELEGATIONS, INTERNATIONAL ORGANIZATIONS
Control Number: n/a
Copy: SINGLE
Sent Date: 01-Apr-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977MADRID02493
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770115-0046
Format: TEL
From: MADRID
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770498/aaaadhuv.tel
Line Count: 99
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 477907ac-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 STATE 68717
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 09-Mar-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2928019
Secure: OPEN
Status: NATIVE
Subject: ICAO SPECIAL AIR TRANSPORT CONFERENCE, MONTREAL, APRIL 13-25 , 1977
TAGS: EAIR, SP, ICAO
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/477907ac-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009